

**FISCAL MEMORANDUM
SB 3054 – HB 3505**

March 10, 2008

SUMMARY OF AMENDMENT (014935): Deletes the language of the original bill. Prohibits post-employment benefit trusts established by political subdivisions of the state from investing assets of the trust in any investment vehicle that would not be permissible for Tennessee domestic life insurance companies. The investment committee of a political subdivision may adopt an investment policy authorizing assets in the trust to be invested in accordance with the investment policy the political subdivision utilizes to manage pension assets; however, such pension fund management must conform to the provisions of the *Tennessee Uniform Prudent Investor Act of 2002*.

FISCAL IMPACT OF ORIGINAL BILL:

Increase Local Expenditures – Not Significant

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

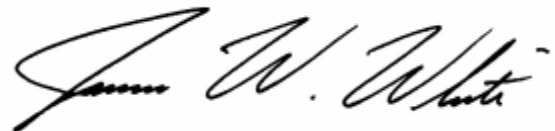
Unchanged from the original fiscal note.

Assumption applied to amendment:

- Any cost to implement this policy can be accommodated within existing local government resources.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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